IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF PENNSYLVANIA

WRS, INC., d/b/a WRS MOTION PICTURE LABORATORIES, a corporation,	)	C.A. No. 00-2041
Plaintiff,	)	Judge Arthur J. Schwab
v.	)	
PLAZA ENTERTAINMENT, INC., a corporation, ERIC PARKINSON, an individual, CHARLES von BERNUTH, an individual and JOHN HERKLOTZ, an individual,	)	
Defendants.	)	

JOINT STATUS REPORT

1. On Thursday, February 14, 2008, counsel for WRS and John Herklotz attended a conference with the Court relative to issues concerning the appropriateness of a stay of execution proceedings relative to the judgment against John Herklotz. Since the conference counsel have been in close communication via telephone and email and have been working diligently on a joint Stipulation Pursuant To F.R.C.P. 62(D) For an Order Staying Proceedings to Enforce Judgment Pending Appeal. Multiple draft documents have been exchanged. Due to the complex nature of the assets that Mr. Herklotz is proposing to utilize in lieu of an appeal bond, counsel have been required to research factual aspects of the assets and make determinations as to the sufficiency of various instruments that may be used to encumber the assets.

These discussions are active and ongoing and counsel had anticipated having the issues resolved by the close of business yesterday and so indicated in a status report filed yesterday. However, due to certain details regarding the assets, it is necessary to communicate with counsel in New Mexico, and that conference call is scheduled for 3:00 p.m. EST this afternoon. Counsel will participate in the conference call and continue to work on the remaining issues with respect to finalization of the Stipulation thereafter. Counsel will continue to apprise the Court of their progress.

2. WRS's counsel has no objection to this Joint Status Report and has consented to sending it to the Court and the use of his electronic signature for filing same.

Respectfully submitted,

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